

STATE OF WASHINGTON WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

1300 S. Evergreen Park Dr. S.W., P.O. Box 47250 • Olympia, Washington 98504-7250 (360) 664-1160 • TTY (360) 586-8203

September 12, 2013

Gary Saenz
Team Leader DOT & Compliance
Chevron Pipe Line
Global Gas
4800 Fournace Place
Bellaire, TX 77401-2324

Dear Mr. Saenz:

RE: 2013 Standard Hazardous Liquid Pipe Line Safety Inspection, Ferndale Terminal

Thank you for your letter dated August 15, 2013, addressing the findings of our inspection conducted in the Chevron Pipe Line Company (CPL) Ferndale Terminal on May 7-9, 2013.

We accept CPL's proposals to bring these items into compliance with the exception of the Area of Concern regarding Tank 2. If the tank cannot be inspected in 2014, it will exceed the maximum 20 year inspection interval as required by API 653 3rd Edition Errata 2008 Section 6.4.2.1. To maintain compliance, a waiver will be required to address this deviation from the required inspection interval.

The inspection will be closed as of September 9, 2013.

Staff would like to thank CPL's personnel for their cooperation and assistance during this inspection. If you have any questions or need further assistance, please contact Dave Cullom at (360) 664-1141.

Sincerely,

David D. Lykken

Pipeline Safety Director

cc: Randy Curry, President

Dolores Barnhill, Sr. Vice President Dave Pratt, Operations Manager